NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

such part of the leased premises.

PAID UP OIL AND GAS LEASE (No Surface Use)

Oth

FELICIA and Clark and Spouse David Clark

whose addresss is 1725 SDI H PINE FOY and, DALE PROPERTY SERVICES, L.L.C., 2100 Ross Avenue, Suite 1870 Dallas To hereinabove named as Lessee, but all other provisions (including the completion of blank 1. In consideration of a cash bonus in hand paid and the covenants herein con	exas 75201, as Lessee. All printe spaces) were prepared jointly by	ed portions of this lease were prepared by the Lessor and Lessee.	
described land, hereinafter called leased premises:		gases and less exclusively to Edasco the fol	ttowitg
OUT OF THE VICINETY SOUTHEOIST TARRANT COUNTY IN VOLUME 310 , PAGE 56 OF	, TEXAS, ACCORDING	, BLOCK 9 ITION, AN ADDITION TO THE CIT TO THAT CERTAIN PLAT RECOR OF TARRANT COUNTY, TEXAS.	Y OF RDED
in the County of Tarrant, State of TEXAS, containing • 138 gross acres, reversion, prescription or otherwise), for the purpose of exploring for, developing, produced in association therewith (including geophysical/seismic operation commercial gases, as well as hydrocarbon gases. In addition to the above-described leand now or hereafter owned by Lessor which are contiguous or adjacent to the above-described request any additional or supplemental instruments of determining the amount of any shut-in royalities hereunder, the number of gross acres a	ucing and marketing oil and gas, ns). The term "gas" as used h massed premises, this lease also or escribed leased premises, and, if for a more complete or accurate	herein includes helium, carbon dioxide and overs accretions and any small strips or pan n consideration of the aforementioned cash I description of the land so covered. For the p	carbon d other rcels of bonus.
2. This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a as long thereafter as oil or gas or other substances covered hereby are produced in paying otherwise maintained in effect pursuant to the provisions hereof. 3. Royalites on oil, gas and other substances produced and saved hereunder shall separated at Lessee's separator facilities, the royalty shall be **Tuxchty-**Percle** Lessor at the wellhead or to Lessor's credit at the oil purchaser's transportation facilities, the wellhead market price then prevailing in the same field (or if there is no such price prevailing price) for production of similar grade and gravity; (b) for gas (including of prevailing price) for production of similar grade and gravity; (b) for gas (including of the provailing in the same field, then in the nearest field in which there is such a prevailing in the same field, then in the nearest field in which there is such a prevailed the leased premises or lands pooled therewith are capable of either producing oil or gas of hydraulic fracture silmulation, but such well or wells are either shut-in or production there be producing in paying quantities for the purpose of maintaining this lease. If for a period being sold by Lessee, then Lessee shall pay shut-in royally of one dollar per acre therefor oare shut-in or production there from is not being sold by Lessee; provided that if this fe Lessee from another well or wells on the leased premises or lands pooled therewith, no sof such operations or production. Lessee's failure to properly pay shut-in royalty payments under this lease shall be paid or tendered to Lessor be Lessor's depository agent for receiving payments regardless of changes in the owners draft and such payments or tenders to Lessor or to the depository by deposit in the US haddress known to Lessee shall constitute proper payment. If the depository should liquid payment hereunder, Lessor shall, at Lessee's request, deliver to Lessee a proper recordal 5. Except as provided for in Paragraph 3, a	If be paid by Lessee to Lessor as Lot (20%) of such provided that Lessee shall have then prevailing in the same field, asing head gas) and all other from the sale thereof, less a prong or otherwise marketing such grice paid for production of similar illing price) pursuant to comparable, and (c) if at the end of the prime or other substances covered here from is not being sold by Lessee, of 90 consecutive days such well overed by this lease, such payme or other substances covered here from is not being sold by Lessee, of 90 consecutive days such well overed by this lease, such payme or or before each anniversary of the asse is otherwise being maintain hut-in royalty shall be due until the cropic of said land. All payments or that is a stamped envelope addriete or be succeeded by another is ble instrument naming another in supplies of producing in paying qualities) permanently ceases from y, then in the event this lease is well or for drilling an additional we attempt to the completion of oil or gas or other into the completion of a well case a reasonably prudent operator grountities on the leased premit	s follows: (a) For oll and other liquid hydrocan production, to be delivered at Lessee's op the continuing right to purchase such product, then in the nearest field in which there is a substances covered hereby, the royalty structural part of ad valorem taxes and production are part of ad valorem taxes and production of the same field (or if there is no such the purchase contracts entered into on the same field (or if there is no such the purchase contracts entered into on the same field (or if there is no such the purchase contracts entered into on the same field (or if there is no such the purchase contracts entered into on the same field (or if there is no such the part of the part of the same wait such well or wells shall nevertheless be deen if or wells are shut-in or production there from the to be made to Lessor or to Lessor's credit of said 90-day period while the well oned by operations, or if production is being same end of the 90-day period next following certifies, but shall not operate to terminate this leaders may be made in currency, or by check the enders may be made in currency, or by check the depository of the Lessor at the institution, or for any reason fall or refuse to stitution as depository agent to receive payme and cantletes (hereinafter called "dry hole") on the any cause, including a revision of unit bour is not otherwise being maintained in force is not otherwise being maintained in force is on the or otherwise obtaining or restoring production is then engaged in drilling, reworking or any one or more of such operations are prosecuter substances covered hereby, as long therea apable of producing in paying quantities here would drill under the same or similar circums ses or lands pooled therewith, or (b) to protesses or lands pooled therewith, or (b) to protesses or lands pooled therewith, or (b) to protesse or lands pooled therewith.	ease is sarbons oftion to ction at such a hall be shall be in the last accept ents. It shall duction is salion ase. It shall duction is salion ase. It shall duction in the last accept ents. It shall duction in the after as eunder, stances lect the
leased premises from uncompensated drainage by any well or wells located on other land additional wells except as expressly provided herein. 6. Lessee shall have the right but not the obligation to pool all or any part of the I depths or zones, and as to any or all substances covered by this lease, either before or proper to do so in order to prudently develop or operate the leased premises, whether or unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed 640 acres plus a maximum acreage tolerance of 1 completion to conform to any well spacing or density pattern that may be prescribed or profithe foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed or profithe foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed or prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet or more per barrel, based on 24-hour production test conducted under normal pequipment; and the term "horizontal completion" means an oil well in which the horizon component thereof. In exercising its pooling rights hereunder, Lesses shall file of record Production, drilling or reworking operations anywhere on a unit which includes all or a reworking operations on the leased premises, except that the production on which Lesse net acreage covered by this lease and included in the unit bears to the total gross acre Lossee. Pooling in one or more instances shall not exhaust Lessee's pooling rights here unit formed hereunder by expansion or contraction or both, either before or after comm prescribed or permitted by the governmental authority having jurisdiction, or to conform making such a revision, Lessee shall file of record a written declaration describing the released premises is included in or excluded from the unit by virtue of such revision, the probability of the leased premises or lands pooled therewith shall be reduced to the proportion that Leased premises or lands pooled therewith shall be reduc	ds not pooled therewith. There is eased premises or interest there or after the commencement of puriod similar pooling authority exist axceed 80 acres, plus a maximum (%); provided that a larger unit may applicable law or the appropriet per barrel and "gas well" mear roducing conditions using standinate component of the gross contal component of the gross contal component of the gross compared a written declaration describing up part of the leased premises it sugges in the unit, but only to the example, and Lessee shall have the encement of production, in orde to any productive acreage determines and stating the effective opportion of unit production on when the properties of the tops of the production of unit production on when the properties of the tops of the production of unit production on when the properties of the tops of the production of unit production of unit production on when the production of unit production of upon permanent considered the production of unit production of unit production of upon permanent constitute a cross-	in with any other lands or interests, as to any oduction, whenever Lessee deems it necess is with respect to such other lands or interests as the any beformed for an oil well or gas well or hor at thority having jurisdiction to do so. For the pate governmental authority, or, if no definitions a well with an initial gas-oil ratio of 100,001 and lease separator facilities or equivalent ompletion interval in facilities or equivalent obtains in the reservoir exceeds the significant lease separator facilities or equivalent of the unit and stating the effective date of patent in the reservoir exceeds the significant in the reservoir exceeds the significant in the reservoir exceeds the station of the unit and stating the effective date of patent such proportion of unit production wheatent such proportion of unit production wheatent such proportion of unit production wheatent such proportion of unit production is a recurring right but not the obligation to review to conform to the well spacing or density mination made by such governmental authoried date of revision. To the extent any portion to the valid sample of the extent any portion to the conformation of the text of the extent of the conformation of the extent of the portion of the port	ny or all asary or the sary or its or the sary or its so to cubic testing vertical pooling, which the sold by pattern of the creafter frecord any part

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days ownership shall have the effect of reducing the fights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be uniting on Lessee that after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalities to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalities hereunder, Lessee may pay or tender such shut-in royalities to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its Interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferred to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. is all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

in accordance with the net acreage interest retained hereunder,

in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery. Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands used b

production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof. Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said ludicial determination to remedy the breach or default and Lessee fails to do so.

fter said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse liself out of any royalties or shut-in royalties otherwise payable to Lessor hereunder. In the event lessee is made aware of any claim inconsistent with Lessor's title. Lessee may even be aware of any claim inconsistent with Lessor's title. Lessee may even to royalties and shut-in royalties becaused.

Lessee is made aware of any claim inconsistent with Lesser's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

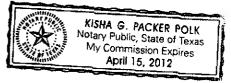
Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

d in counterparts, each of which is deemed an original and all of which only constitute one original. 17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or under influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

LESSOR (WHETHER ONE OR MORE) JULIUM A LIMBY By: FELLO AL CINN CICIK	By:	David (leal Kirk	
STATE OF TEXAS COUNTY OF TEXT OF This instrument was acknowledged before me on the by: FENGLI AND CICING SPOUSE DOWN	day of July	Notary Public, State of EXP Notary's name (printed): K, Notary's commission expires:	2009,	KEr-Poly
STATE OF COUNTY OF This instrument was acknowledged before me on the by:		votary's commission expires:	APTIL 15, 21	o12.
	-	Violany Dublic State of		



Notary's name (printed): e commission expires:



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

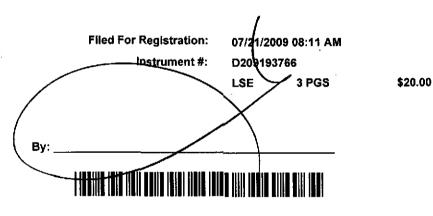
DALLAS

TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON
TARRANT COUNTY CLERK
TARRANT COUNTY COURTHOUSE
100 WEST WEATHERFORD
FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.



D209193766

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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